
AGENCY OVERVIEW
215 ND University System

Date: 01/13/2011
Time: 11:09:26**Statutory Authority**

ND Constitution Article VIII, Section 6; North Dakota Century Code Chapter 15-10.

Agency Description

The North Dakota State Board of Higher Education (SBHE), established in 1939 by the voters of North Dakota, is the governing body for the state's 11 publicly funded institutions which comprise the North Dakota University System (NDUS). The SBHE carries out its constitutional responsibilities through a comprehensive set of policies. The Chancellor serves as the system's chief executive officer. The Chancellor and the system office staff support the SBHE in developing public policy for the NDUS, in advocating on its behalf, and fostering shared leadership throughout the system.

Agency Mission Statement

The mission of the North Dakota University System is to enhance the quality of life of all those we serve and the economic and social vitality of North Dakota through the discovery, sharing and application of knowledge.

The Chancellor's Office supports the State Board of Higher Education in developing public policy for the governance of the North Dakota University System and in advocating on behalf of the System.

Agency Performance Measures

The North Dakota University System publishes an annual accountability measures report each December, in response to the "flexibility with accountability" expectations of SB 2003 passed by the 2001 Legislative Assembly. Organized according to the five cornerstones of the Roundtable Report, these annual reports provide a useful framework for focusing the assets of the University System on the high-priority needs of the state. The 2010 annual accountability measures report is scheduled for completion in December 2010, and will be the most current information available to the 2011 Legislative Assembly. This annual document serves as a primary tool for reporting on the agreed-upon North Dakota University System accountability measures and as a vehicle through which the system demonstrates its commitment to enhancing the economic and social vitality of North Dakota.

Major Accomplishments

1. Adopted a new strategic plan for public higher education in North Dakota. The four goals of the plan focus on access, funding/affordability, economic development, and a flexible and responsive system.
2. Implemented a new process that directly links the presidents' and chancellor's annual objectives to the NDUS strategic plan.
3. Enrolled a total of 45,817 undergraduate and graduate students in degree programs in fall 2009.
4. Achieved program completions in 2009 totaling 2,334 for programs of two years or less, 5,182 for four-year programs, and 1,430 for graduate and professional programs.
5. Served approximately 23,000 individuals through non-credit activities during 2009.
6. Continued to expand the number of businesses and employees served through the workforce training regions, with 1,527 businesses and 11,028 employees participating in workforce training programs during 2009.
7. Adopted new and enhanced programs, including the following selected examples, to meet state workforce needs: wind energy technician, renewable generation technology, bioinformatics and computational biology, international business, energy economics and finance.
8. Increased active partnerships and collaboration among the universities and colleges, making programs more easily accessible to students. Selected examples include: the Pathways partnership between NDSCS and NDSU; the delivery of LPN training at VCSU by DCB; and UND's partnership with BSC to extend the Osher Lifelong Learning Institute to Bismarck.
9. Increased research investment for the North Dakota University System by 35.0 percent between 2003 and 2008.
10. Increased the number of competitively awarded Centers of Excellence to 18. The resulting economic impact is \$329.4 million, including the creation of 2,060 total jobs. The centers have formed partnerships with 135 companies and resulted in 17 new or expanded businesses, including seven new spinoff companies.
11. Increased the number of state grants funded from 4,200 in 2009 to 7,865 in 2010 and an estimated 9,500 in 2011.

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12. Coordinated North Dakota's federally-funded College Access Challenge program designed to increase the number of underrepresented students in postsecondary education throughout North Dakota.
13. Convened an Adult Learner Council to increase access and participation for non-traditional age students.
14. Increased technology capabilities, including installation of a new admissions customer relationship management system; enhancement of ODIN library project resources in support of teaching, learning and research; support of institutional collaboration and distance learning; and implementation of active directory services.
15. Accomplished major System Information Technology Services (SITS) accomplishments. Selected examples include:
 - acquired significant increased network bandwidth for NDUS institutions and helped expand the STAGEnet backbone along with overall external Internet service connectivity;
 - launched a system-wide collaborative technologies package called Wimba, offering synchronous voice, video, and texting capabilities, along with data sharing and collaboration;
 - completed Data Warehouse implementation with specific data marts for student records, student financials, and workforce profile; and
 - implemented the federally required Direct Loans functionality for all institutions.

Future Critical Issues

Future NDUS critical issues include the following:

- Recruitment of both traditional and non-traditional age students, considering state demographics and high school graduation projections;
- Student preparation for college;
- Deferred maintenance;
- Maintaining focus on affordability;
- Continuing to address the state's workforce development and training needs at all levels;
- Capacity to prepare an increased number of new health care professionals to meet projected state needs;
- Projected retirements and the ability to attract, retain, and develop high quality faculty and staff;
- Continued development of information technology capabilities to enhance student success and achieve greater efficiency as a system;
- Revitalization and enhancement of the Roundtable process.
- Approval of funding and construction of the Shared IT Facility for UND and NDUS IT staffs, operations, and data center are critical in this next biennium. This facility, including the data center, has an impact on all NDUS institutions and the System Office. Should a major failure at the current data center occur, all NDUS operations would be impacted as many of the applications, such as ConnectND, are hosted from this location.
- The need for additional bandwidth to support continued growth in online course activities, student communications, High Definition video classrooms, expanded use of video services and a growing dependence in offsite service delivery.
- Adapting to the rapidly changing technology environment; incorporating mobile devices such as handheld units, smartphones, iPad tablet devices; social media; and new vendors and service offerings.
- Need for flexibility in funding allocations to respond to the rapidly changing technology environments.

REQUEST SUMMARY

215 ND University System

Biennium: 2011-2013

Bill#: HB1003

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Description	Expenditures 2007-2009 Biennium	Present Budget 2009-2011	Budget Request Change	Requested Budget 2011-2013 Biennium	Optional Budget Request
By Major Program					
System Governance	5,492,058	7,386,676	655,430	8,042,106	0
Student Grant Programs	12,725,808	33,353,710	7,437,956	40,791,666	0
System Grant Programs	38,813,846	39,415,485	11,631,123	51,046,608	5,700,000
System Projects	15,319,092	12,814,048	3,252,721	16,066,769	2,756,000
Total Major Program	72,350,804	92,969,919	22,977,230	115,947,149	8,456,000
By Line Item					
Operations Pool	8,085	0	0	0	0
Capital Assets	15,319,092	12,014,048	240,721	12,254,769	0
Student Financial Assistance Grants	5,871,342	19,927,568	0	19,927,568	0
ND Scholars Program	1,354,723	2,456,826	0	2,456,826	0
Title II Federal Program	639,207	695,600	0	695,600	0
Native American Scholarship	380,117	382,467	192,975	575,442	0
Adult Learning	0	0	300,000	300,000	0
System Information Technology Services	31,416,554	30,569,885	10,281,123	40,851,008	3,200,000
Education Incentive Programs	1,923,694	3,265,994	0	3,265,994	0
Tribal Community College Grt.	700,000	700,000	0	700,000	0
Academic and Tech Ed. Scholarship	0	3,000,000	7,000,000	10,000,000	0
Student Exchange Program	2,495,932	3,620,855	(55,019)	3,565,836	0
Professional Liability Insurance	1,100,000	1,100,000	(300,000)	800,000	0
Two Year Campus Marketing	0	800,000	0	800,000	0
Security and Emerg. Preparedness	0	0	0	0	2,000,000
Competitive Research Program	5,650,000	7,050,000	1,650,000	8,700,000	0
Biennium Carryover	175,275	384,206	(384,206)	0	0
System Governance	5,316,783	7,002,470	1,039,636	8,042,106	0
Contingency and Capital Emergency	0	0	0	0	2,500,000
Academic and Tech Prog Revolving Fund	0	0	3,000,000	3,000,000	0
Student Mental Health	0	0	12,000	12,000	156,000
Comprehensive Career Planning	0	0	0	0	600,000
Total Line Items	72,350,804	92,969,919	22,977,230	115,947,149	8,456,000
By Funding Source					
General Fund	67,314,917	88,065,030	24,427,401	112,492,431	8,456,000
Federal Funds	925,737	1,320,138	12,586	1,332,724	0
Special Funds	4,110,150	3,584,751	(1,462,757)	2,121,994	0
Total Funding Source	72,350,804	92,969,919	22,977,230	115,947,149	8,456,000
Total FTE	20.00	23.30	1.00	26.30	0.00

REQUEST DETAIL

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Description	Expenditures 2007-2009 Biennium	Present Budget 2009-2011	Budget Request Change	Requested Budget 2011-2013 Biennium	Optional Budget Request
Operations Pool					
Operating Fees and Services	8,085	0	0	0	0
Total	8,085	0	0	0	0
Operations Pool					
General Fund	8,085	0	0	0	0
Federal Funds	0	0	0	0	0
Special Funds	0	0	0	0	0
Total	8,085	0	0	0	0
Capital Assets					
Other Capital Payments	15,319,092	12,014,048	240,721	12,254,769	0
Total	15,319,092	12,014,048	240,721	12,254,769	0
Capital Assets					
General Fund	15,319,092	11,296,798	540,721	11,837,519	0
Federal Funds	0	0	0	0	0
Special Funds	0	717,250	(300,000)	417,250	0
Total	15,319,092	12,014,048	240,721	12,254,769	0
Student Financial Assistance Grants					
Grants, Benefits & Claims	5,871,342	19,927,568	0	19,927,568	0
Total	5,871,342	19,927,568	0	19,927,568	0
Student Financial Assistance Grants					
General Fund	5,792,328	19,579,140	0	19,579,140	0
Federal Funds	79,014	348,428	0	348,428	0
Special Funds	0	0	0	0	0
Total	5,871,342	19,927,568	0	19,927,568	0
ND Scholars Program					
Grants, Benefits & Claims	1,354,723	2,456,826	0	2,456,826	0
Total	1,354,723	2,456,826	0	2,456,826	0
ND Scholars Program					
General Fund	1,354,723	2,456,826	0	2,456,826	0
Federal Funds	0	0	0	0	0
Special Funds	0	0	0	0	0

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Description	Expenditures 2007-2009 Biennium	Present Budget 2009-2011	Budget Request Change	Requested Budget 2011-2013 Biennium	Optional Budget Request
Total	1,354,723	2,456,826	0	2,456,826	0
Title II Federal Program					
Grants, Benefits & Claims	639,207	695,600	0	695,600	0
Total	639,207	695,600	0	695,600	0
Title II Federal Program					
General Fund	0	0	0	0	0
Federal Funds	639,207	695,600	0	695,600	0
Special Funds	0	0	0	0	0
Total	639,207	695,600	0	695,600	0
Native American Scholarship					
Grants, Benefits & Claims	380,117	382,467	192,975	575,442	0
Total	380,117	382,467	192,975	575,442	0
Native American Scholarship					
General Fund	380,117	382,467	192,975	575,442	0
Federal Funds	0	0	0	0	0
Special Funds	0	0	0	0	0
Total	380,117	382,467	192,975	575,442	0
Adult Learning					
Grants, Benefits & Claims	0	0	300,000	300,000	0
Total	0	0	300,000	300,000	0
Adult Learning					
General Fund	0	0	300,000	300,000	0
Federal Funds	0	0	0	0	0
Special Funds	0	0	0	0	0
Total	0	0	300,000	300,000	0
System Information Technology Services					
Operating Fees and Services	31,416,554	30,569,885	10,281,123	40,851,008	3,200,000
Total	31,416,554	30,569,885	10,281,123	40,851,008	3,200,000
System Information Technology Services					
General Fund	28,642,754	29,540,054	10,771,517	40,311,571	3,200,000

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Description	Expenditures 2007-2009 Biennium	Present Budget 2009-2011	Budget Request Change	Requested Budget 2011-2013 Biennium	Optional Budget Request
Federal Funds	0	0	0	0	0
Special Funds	2,773,800	1,029,831	(490,394)	539,437	0
Total	31,416,554	30,569,885	10,281,123	40,851,008	3,200,000
Education Incentive Programs					
Grants, Benefits & Claims	1,923,694	3,265,994	0	3,265,994	0
Total	1,923,694	3,265,994	0	3,265,994	0
Education Incentive Programs					
General Fund	1,923,694	3,265,994	0	3,265,994	0
Federal Funds	0	0	0	0	0
Special Funds	0	0	0	0	0
Total	1,923,694	3,265,994	0	3,265,994	0
Tribal Community College Grt.					
Grants, Benefits & Claims	700,000	700,000	0	700,000	0
Total	700,000	700,000	0	700,000	0
Tribal Community College Grt.					
General Fund	0	0	0	0	0
Federal Funds	0	0	0	0	0
Special Funds	700,000	700,000	0	700,000	0
Total	700,000	700,000	0	700,000	0
Academic and Tech Ed. Scholarship					
Grants, Benefits & Claims	0	3,000,000	7,000,000	10,000,000	0
Total	0	3,000,000	7,000,000	10,000,000	0
Academic and Tech Ed. Scholarship					
General Fund	0	3,000,000	7,000,000	10,000,000	0
Federal Funds	0	0	0	0	0
Special Funds	0	0	0	0	0
Total	0	3,000,000	7,000,000	10,000,000	0
Student Exchange Program					
Grants, Benefits & Claims	2,495,932	3,620,855	(55,019)	3,565,836	0
Total	2,495,932	3,620,855	(55,019)	3,565,836	0

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Description	Expenditures 2007-2009 Biennium	Present Budget 2009-2011	Budget Request Change	Requested Budget 2011-2013 Biennium	Optional Budget Request
Student Exchange Program					
General Fund	2,008,732	2,590,529	510,000	3,100,529	0
Federal Funds	0	0	0	0	0
Special Funds	487,200	1,030,326	(565,019)	465,307	0
Total	2,495,932	3,620,855	(55,019)	3,565,836	0
Professional Liability Insurance					
Operating Fees and Services	1,100,000	1,100,000	(300,000)	800,000	0
Total	1,100,000	1,100,000	(300,000)	800,000	0
Professional Liability Insurance					
General Fund	1,100,000	1,100,000	(300,000)	800,000	0
Federal Funds	0	0	0	0	0
Special Funds	0	0	0	0	0
Total	1,100,000	1,100,000	(300,000)	800,000	0
Two Year Campus Marketing					
Operating Fees and Services	0	800,000	0	800,000	0
Total	0	800,000	0	800,000	0
Two Year Campus Marketing					
General Fund	0	800,000	0	800,000	0
Federal Funds	0	0	0	0	0
Special Funds	0	0	0	0	0
Total	0	800,000	0	800,000	0
Security and Emerg. Preparedness					
Operating Fees and Services	0	0	0	0	2,000,000
Total	0	0	0	0	2,000,000
Security and Emerg. Preparedness					
General Fund	0	0	0	0	2,000,000
Federal Funds	0	0	0	0	0
Special Funds	0	0	0	0	0
Total	0	0	0	0	2,000,000
Competitive Research Program					
Grants, Benefits & Claims	5,650,000	7,050,000	1,650,000	8,700,000	0

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Description	Expenditures 2007-2009 Biennium	Present Budget 2009-2011	Budget Request Change	Requested Budget 2011-2013 Biennium	Optional Budget Request
Total	5,650,000	7,050,000	1,650,000	8,700,000	0
Competitive Research Program					
General Fund	5,650,000	7,050,000	1,650,000	8,700,000	0
Federal Funds	0	0	0	0	0
Special Funds	0	0	0	0	0
Total	5,650,000	7,050,000	1,650,000	8,700,000	0
Biennium Carryover					
Operating Fees and Services	175,275	384,206	(384,206)	0	0
Total	175,275	384,206	(384,206)	0	0
Biennium Carryover					
General Fund	26,125	276,862	(276,862)	0	0
Federal Funds	0	0	0	0	0
Special Funds	149,150	107,344	(107,344)	0	0
Total	175,275	384,206	(384,206)	0	0
System Governance					
Operating Fees and Services	5,316,783	7,002,470	1,039,636	8,042,106	0
Total	5,316,783	7,002,470	1,039,636	8,042,106	0
System Governance					
General Fund	5,109,267	6,726,360	1,027,050	7,753,410	0
Federal Funds	207,516	276,110	12,586	288,696	0
Special Funds	0	0	0	0	0
Total	5,316,783	7,002,470	1,039,636	8,042,106	0
Contingency and Capital Emergency					
Operating Fees and Services	0	0	0	0	2,500,000
Total	0	0	0	0	2,500,000
Contingency and Capital Emergency					
General Fund	0	0	0	0	2,500,000
Federal Funds	0	0	0	0	0
Special Funds	0	0	0	0	0
Total	0	0	0	0	2,500,000

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Description	Expenditures 2007-2009 Biennium	Present Budget 2009-2011	Budget Request Change	Requested Budget 2011-2013 Biennium	Optional Budget Request
Academic and Tech Prog Revolving Fund					
Operating Fees and Services	0	0	3,000,000	3,000,000	0
Total	0	0	3,000,000	3,000,000	0
Academic and Tech Prog Revolving Fund					
General Fund	0	0	3,000,000	3,000,000	0
Federal Funds	0	0	0	0	0
Special Funds	0	0	0	0	0
Total	0	0	3,000,000	3,000,000	0
Student Mental Health					
Operating Fees and Services	0	0	12,000	12,000	156,000
Total	0	0	12,000	12,000	156,000
Student Mental Health					
General Fund	0	0	12,000	12,000	156,000
Federal Funds	0	0	0	0	0
Special Funds	0	0	0	0	0
Total	0	0	12,000	12,000	156,000
Comprehensive Career Planning					
Operating Fees and Services	0	0	0	0	600,000
Total	0	0	0	0	600,000
Comprehensive Career Planning					
General Fund	0	0	0	0	600,000
Federal Funds	0	0	0	0	0
Special Funds	0	0	0	0	0
Total	0	0	0	0	600,000
Funding Sources					
General Fund	67,314,917	88,065,030	24,427,401	112,492,431	8,456,000
Federal Funds	925,737	1,320,138	12,586	1,332,724	0
Special Funds	4,110,150	3,584,751	(1,462,757)	2,121,994	0
Total Funding Sources	72,350,804	92,969,919	22,977,230	115,947,149	8,456,000

CHANGE PACKAGE SUMMARY

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Description	Priority	FTE	General Fund	Federal Funds	Special Funds	Total Funds
<u>Base Budget Changes</u>						
Ongoing Budget Changes						
A-A 1 Parity		0.00	2,864,811	12,586	108,837	2,986,234
A-A 10 Employee Retirement Contributions		0.00	31,894	0	0	31,894
A-A 11 Student Financial Aid		0.00	7,492,975	0	0	7,492,975
A-A 12 Base Operating and Cash Carryover		0.00	0	0	(155,931)	(155,931)
A-A 13 Reduce Professional Liability Insurance		0.00	(300,000)	0	0	(300,000)
A-A 14 2009-11 Adjusted FTE		23.30	0	0	0	0
A-A 2 Capital Bond Payment Base and Increase		0.00	11,837,519	0	417,250	12,254,769
A-A 3 Technology Infrastructure Pool		0.00	4,300,000	0	0	4,300,000
A-A 4 Technology Maintenance		0.00	3,527,000	0	0	3,527,000
A-A 5 Academic and Tech Startup Revolving Fund		0.00	3,000,000	0	0	3,000,000
A-A 6 KSU Vet Med and CND Position Funding		0.00	1,100,000	0	(1,115,663)	(15,663)
A-A 7 Facilities Project Management		1.00	208,000	0	0	208,000
A-A 8 Student Mental Health Services		0.00	12,000	0	0	12,000
A-A 9 EPSCoR Matching Funds		0.00	1,650,000	0	0	1,650,000
A-F 1 Remove Funding for Cap Bond Pmts		0.00	(11,296,798)	0	(717,250)	(12,014,048)
Base Payroll Change		(23.30)	0	0	0	0
Total Ongoing Budget Changes		1.00	24,427,401	12,586	(1,462,757)	22,977,230
Total Base Budget Changes		1.00	24,427,401	12,586	(1,462,757)	22,977,230

Optional Budget Changes**One Time Optional Changes**

A-D 21 Mental Health Services	1	0.00	156,000	0	0	156,000
A-D 22 Comprehensive Career Planning	2	0.00	600,000	0	0	600,000
A-D 23 Technology Infrastructure	3	0.00	3,200,000	0	0	3,200,000
A-D 24 Emergency Preparedness and Security	4	0.00	2,000,000	0	0	2,000,000
A-D 25 Capital and Infrastructure Emergency Contingenc	5	0.00	2,500,000	0	0	2,500,000

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Description	Priority	FTE	General Fund	Federal Funds	Special Funds	Total Funds
Total One Time Optional Changes		0.00	8,456,000	0	0	8,456,000
Total Optional Budget Changes		0.00	8,456,000	0	0	8,456,000

BUDGET CHANGES NARRATIVE**215 ND University System****Bill#: HB1003****Date:** 01/13/2011**Time:** 11:09:26

Change Group: A	Change Type: A	Change No: 1	Priority: 2
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Parity - \$2,864,811 GF and \$121,423 SF

The parity request in the System Governance reporting level, totaling **\$522,880 (\$510,294 GF & \$12,586 FF)**, includes the following requested increases to continue current operations and services of the NDUS Office and the federally funded State Approving Agency, including salaries, benefits, operating inflation and increases in WICHE and MHEC dues:

- **\$104,706 (\$103,072 GF; \$1,634 FF)** - Continuation of 10-11 salary increase @ 5%
- **\$303,565 (\$296,356 GF; \$7,209 FF)** - 09-11 salary increase of an average 4.5% per year.
- **\$91,550 (\$88,637 GF; \$2,913 FF)** - 09-11 health insurance increase of 10% per year or \$136.53 per month. Total projected premium of \$794.61 per month per employee.
- **\$8,059 (\$7,229 GF; \$830 FF)** - Operating inflation (excluding utilities) of 2.1% for FY12 and 2.0% for FY13, based on projections from Economy.Com
- **\$15,000 GF** – WICHE dues increases (No increase in MHEC dues for the 2011-13 biennium)

The parity request for the NDUS System Information Technology Services (SITS), in the System Grants reporting level, totals **\$2,354,517** and consists of the following components to continue current operation and services:

- **\$379,855** - Continuation of 10-11 salary increase @ 5%
- **\$1,093,043** – 11-13 salary increase of an average 4.5% per year.
- **\$411,142** – 11-13 health insurance increase of 10% per year or \$173.39 per month. Total projected premium of \$999.05 per month per employee.
- **\$485,600** - Operating inflation (excluding utilities) of 2.1% for FY12 and 2.0% for FY13, based on projections from Economy.Com

In addition the estimated parity costs of the positions currently funded by the Student loan trust fund total \$108,837.

Change Group: A	Change Type: A	Change No: 2	Priority: 1
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Capital Bond Payment Base and Increase - \$11,837,519 GF and \$417,250 SF

This request is based on estimates provided by the Industrial Commission. Bond payments for state general fund obligation bonds issued through the Industrial Commission are estimated to at \$12,254,769 for the 2011-13 biennium, consisting of \$11,837,519 GF and \$417,250 SF. This represents a net increase of \$240,721 over the 2009-11 biennial appropriation, including an increase in general funds of \$540,721 and a decrease in special funds of \$300,000.

Change Group: A	Change Type: A	Change No: 3	Priority: 3
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Technology Infrastructure Pool - \$4,300,000

Advances in technology and the difference in approach one may use to provide necessary services change rapidly. However, chasing each new technology is not efficient nor prudent. The NDUS has an established IT Strategic Plan and the NDUS CIO provides leadership in executing the plan with appropriate guidance from the Board, Chancellor and Vice Chancellors, Cabinet and the advisory councils. Establishing and maintaining a strategic architecture and set of applications that can be supported to improve efficiency and effectiveness across the System is core to providing needed services to all constituencies. Investment in innovation is critical and doing so in a thoughtful, planned fashion ensures good stewardship of taxpayer and student tuition funding.

The NDUS has done a good job of executing its strategic plan around administrative applications over the past three years. The focus for the next two years will be on academic applications and services to bring the same consistency of approach as has been accomplished for administrative applications and services. Because the budget request is planned and submitted over three years prior to the end of the funded biennium, applications and services that need to be supported may not even be developed or known at the time of the budget request. Support for hand-held Wi-Fi devices and iPad devices for course delivery and other mobile applications, social

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networking applications, software based voice over IP (VoIP) for telecommunications and messaging, cloud computing applications, new security challenges requiring advanced monitoring, and data center virtualization were all technologies that we are having to address. These were either not developed, just being developed or being discussed at the time of the last budget request. We need budget flexibility in order to allow and support change in a way that is effective and efficient. **The \$4.3 million pool in base funding will provide that flexibility on an ongoing basis.**

This pool will also be used to assist with CND upgrade costs to hold down potential CND student fee increases. A review and approval process will be established to ensure clarity and accountability for the use of the pool funds. All expenditures will be tracked and reported for transparency in use both at the System level and to the appropriate legislative committees

Change Group: A	Change Type: A	Change No: 4	Priority: 4
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Technology Maintenance - \$3,527,000

This \$3,527,000 requested increase is needed to fund the following:

- \$1,870,000 Northern Tier Network (NTN) - Based on a recently approved NSF award to support the North Dakota/South Dakota connection for the NTN, \$1.87 million is requested to fund operating costs for 2011-13. It is anticipated that if the Canadian connection is funded and added, the operational costs of this connection would not likely impact the NDUS NTN budget until the 13-15 biennium.
- \$1,006,000 for the NDUS share of the State Data Network Upgrade for 18 months, campus end-circuit upgrades and NDUS portion of Internet I upgrade
- \$651,000 for the NDUS portion of CND cost increases for disk and processor capacity

Change Group: A	Change Type: A	Change No: 5	Priority: 5
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Academic and Tech Startup Revolving Fund - \$3,000,000

In the absence of dedicated funding to address new program start-up costs, campuses have largely had to rely on internally reallocated funds in order to establish new or expanded programs. While that may be a desirable alternative, it is many times difficult to respond in a timely manner to new program needs if campuses must first wait to phase out an existing program, which can take up to four years, as students are enrolled in those existing programs. The funds from this **\$3 million request** will create a new program start-up revolving fund to meet state needs, allocated on a one-time funding basis, to assist campuses with program start-up costs until the program generates sufficient enrollment and revenues. This base appropriation would be available in future biennia to be allocated to other new academic and technical programs.

Criteria, along with a review and approval process will be established to ensure clarity and accountability for the use of the pool funds. Examples of the criteria that the new or expanded programs would be required to meet could included: 1.) addresses ND workforce needs; 2.) student demand; 3.) consistency with SBHE strategic plan; 4.) compatibility with campus mission, etc.

Recent examples wherein a pool of funds would have been helpful to address program needs include the LRSC Wind Energy Program (\$2.3 - \$3.4 million) and the NDSCS Nanotechnology Program (\$3.3 million).

Change Group: A	Change Type: A	Change No: 6	Priority: 6
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KSU Vet Med and CND Position Funding - \$1,100,000

The Student Loan Trust Fund currently provides funding, totaling \$2,011,570 for the following: \$990,970 for the Kansas State University (KSU) Veterinary Medicine professional student exchange program and \$1,020,600 for 6 ConnectND Campus Solutions positions which have been supported since about 1993 by either SLND directly or, in the 09-11 biennium, by the student loan trust fund. Three of those positions are business analysts who provide end-user support and training for the student information system (Campus Solutions). The other three positions are programmer/analyst positions who help maintain, and implement or develop functionality for,

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Campus Solutions, especially in the financial aid area. These positions represent 30% of the Campus Solutions business analysts and approximately 20% of the Campus Solutions programmer/analysts. All six positions are critical to the provision of services to NDUS campuses by ConnectND.

The total estimated costs for 2011-13 are:

- \$975,307 KSU program, to fund 5 new freshmen slots per year, plus continuation of returning students **[\$15,663 lower than 09-11]**
- \$1,129,437 CND campus solutions positions, including 2011-13 parity increases for salaries, health insurance and operating inflation, totaling **\$108,637**
- \$2,104,744 Total Costs

The Industrial Commission estimated (in January 2010) that approximately \$1,000,000 would be available, from the Student Loan Trust Fund, to fund these activities in the 2011-13 biennium. Thus, we have included a requested general fund increase of \$1.1 million to replace the decreased level of funding from the Student Loan Trust fund.

The \$1.1 million general fund increase is pro-rated in the request, by each component's proportionate share of the total as follows:

- \$510,000 PSEP line (KSU program)
- \$590,000 System Information Technology Services line (CND positions)
- \$1.1 million total general fund increase

This will be offset by a net decrease in special funds, totaling \$1,006,826, as follows:

- (\$525,663) PSEP line, including \$15,663 estimated decrease in total cost of program for 11-13
- (\$481,163) SITS line, net of \$108,637 parity increase included in budget change code AA1
- (\$1,006,826) total special fund decrease from Student Loan Trust fund

Change Group: A	Change Type: A	Change No: 7	Priority: 7
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Facilities Project Management - \$208,000

The SBHE has included in its approved 11-13 biennial budget a \$208,000 request for a new facilities project management position in the NDUS Office. This position was originally requested by the SBHE in 1997-99 in the System Office budget, but was included in the executive budget and funded by the Legislative Assembly in the OMB budget. This new position will provide full-time expert assistance, which does not currently exist, to the SBHE and to the campuses in preparing, reviewing, managing and monitoring capital projects. The person in this position will have engineering/architecture experience, drawing on this knowledge to assist with scoping, costing, and project oversight, to ensure sound investments and timely project completions. The recent State Auditor's Office capital project performance audit states: "We recommend the State Board of Higher Education make changes to the process for authorizing/approving project requests to ensure the Board's involvement is adding value to the process. The Board should ensure adequate architectural/engineering reviews of project requests are performed by obtaining the necessary expertise, through the use of outside or internal resources." In addition to provide staff assistance to the SBHE, this position can provide assistance to campuses which can result in avoiding costly project cost over runs, costly project delays, and costly outsourced construction management costs.

Change Group: A	Change Type: A	Change No: 8	Priority: 8
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Student Mental Health Services - \$12,000

The request for the NDUS totals \$715,140, to fund a plan to begin to address student mental health needs, based on the recommendation of the Student Mental Health Services Task Force. The #1 recommendation was that each campus should have a minimum of one full-time, licensed mental health counselor on staff. Based on the responses to a survey to determine current staffing levels at the campuses, the total NDUS request includes funding for the following:

- Addition of a full-time counselor at LRSC, WSC, DSU, MaSU and DCB who currently do not have a one on staff - \$120,570 each, or total of \$602,850

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- VCSU currently has a half-time counselor, so the request would increase this position to full-time - \$60,290
- Licensure supervision at MaSU and MiSU - \$20,000 each, or total of \$40,000
- **Contract services for after hours at 11 campuses, included in the request of the NDUS Office - \$12,000**

Change Group: A	Change Type: A	Change No: 9	Priority: 9
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EPSCoR Matching Funds - \$1,650,000

The **\$1,650,000** increase provides additional state matching funds through the EPSCoR program. These research matching funds would provide estimated total federal funds of \$19.7 million in 2011-13, an increase of \$2.23 million over the 2009-11 biennium. Without the increased \$1.65 million match, federal funds are estimated at \$15.96 million for the 2011-13 biennium, a reduction of \$1.51 million from 2009-11.

Change Group: A	Change Type: A	Change No: 10	Priority: 10
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Employee Retirement Contributions - \$31,894

Consistent with PERS proposal, this would increase Defined Benefit and Contribution retirement plan rates by 2% on 1/1/12 and 2% on 1/1/13, with 50% paid by employer and 50% by employee. **The NDUS Office portion of the request is \$31,894.**

Change Group: A	Change Type: A	Change No: 11	Priority: 11
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Student Financial Aid - \$7,492,975

This request, totaling \$7,492,975, includes proposed funding increases for the ND Indian Scholarship (\$192,975) and ND Academic and Technical Education Scholarship (\$7 million) programs, as well as providing financial aid and other funding for Adult Learning (\$300,000).

ND Indian Scholarship Program – This \$192,975 increase would fund approximately the same number of students (240 per year) in 2011-13 as in 2009-11, but would increase the award from \$800 to \$1,200 per year.

Academic and Technical Education Scholarship Program – The North Dakota Academic and Career and Technology Education Scholarship Program, a merit-based scholarship program, was first funded by the Legislature in 2009 as part of HB1400 to provide scholarships to North Dakota high school graduates to encourage them to take more rigorous high school curriculum and to remain in North Dakota for their postsecondary education. Students who meet all qualifications set forth in HB1400 (2009), are eligible to receive a scholarship of \$1,500 per year (maximum \$6,000). The first scholarships were awarded during the second year of the current biennium, from the \$3 million appropriation provided in 2009-11. An estimated increase of \$7 million is required to continue funding for the students who received scholarships in FY11, and to grow the program to add additional new cohorts in FY12 and FY13.

Adult Learning

Additional accountability measures for addressing the adult learner are provided by SB 2038, SECTION 7. It is the intent of the legislative assembly that the state board of higher education's performance and accountability report as required by section 15-10-14.2 include an executive summary and information regarding:

1. Education attainment, including:

- Proportion of population, 25 to 34 years of age, with an associate's degree or higher benchmarked against the national average and best-performing country.

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2.Accessibility, including:

- a. Proportion of population, 25 to 44 years of age, with at least a high school diploma, enrolled in a credit-bearing course by county at either a two-year or four-year North Dakota university system institution or nonpublic institution to the extent information is available.

The purpose of the Adult Learners Council (ALC) is expressed in its Goals. (1) To improve education accessibility and affordability for non-traditional age student populations; (2) To improve public and policy maker awareness of the relationship between education and economic viability; (3) To improve collaboration among public and private institutions in the state, including Tribal Colleges; and (4) To provide access to the post-secondary education and/or training needed to enable every North Dakotan to be personally and professionally successful.

With a growing population of individuals ages 25 to 45 and a decreasing traditional college age population, it is important that steps are in place to address the educational needs of both populations and to reposition the North Dakota University System to meet those changing needs. The Adult Learners Council (ALC) has representation from a variety of aspects of education and government including the military, Job Service, Chamber of Commerce, the NDUS, tribal campuses, Extension Service, Corrections and Rehabilitation, and Vocational Rehabilitation. The ALC will help coordinate and facilitate initiatives across the NDUS working through the NDUS and Tribal Colleges to provide the programs and support for the adult learner.

From the initial meeting of the ALC in January 2010, five possible areas of focus evolved: (1) Financial Aid; (2) Flexible Delivery; (3) Prior Learning Assessment; (4) Advising and Career Planning; and (5) Employer Needs Assessment. These five items will serve as the basis of the following proposal.

Presently, federal financial aid favors students who take a full time load of courses. This requirement is restrictive for the adult student who may only be able to take one or two courses per semester with job, family, and other responsibilities. Adult learners are more likely to enroll and complete academic programs to help meet State workforce needs if appropriate incentives are in place and disincentives are removed.

\$300,000 is requested to address financial aid for adult learners taking less than six credit hours per semester, plus other tools and resources to ensure successful student return to college and completion. This proposal is an incentive program designed through a State/employer/student partnership that encourages older than average (age 25 and older) students taking less than 6 credit hours to complete a certificate, 2-year, or 4-year degree program of study which helps meet employer needs in North Dakota. Examples of criteria for financial assistance could be:

- ND resident; not eligible for federal and/or state financial aid
- Be age 25 or older
- Taking less than 6 credit hours (degree credits) a semester
- Must receive career advising /planning from an NDUS institution
- Follow an approved plan of study (Degree Plan) at an NDUS institution
- Obtain at least a grade of C in all courses attempted (2.0 grade point average) to retain eligibility to participate in the program
- Funding available on a first come/first served basis with half of the funds disbursed nearly as equally as possible each year of the biennium.

The budget proposal includes the following:

1. Financial assistance for adult students who take 5 credits or less in a single term	\$150,000
2. Prior learning assessment (PLA) workshops for NDUS individuals (3 per institution)	7,000
3. NDUS and institutional CAEL (Council for Adult and Experiential Learning) Membership (2011-13)	14,000
4. ACT Survey of Employer Needs (FY2012)	25,000
5. ACT Survey of Adult Students (FY2013)	25,000
6. PLA Assessments (CLEP, etc)	4,000
7. Adult Learning Focused Institution (ALFI) assessment and consultation with CAEL	50,000
8. System-wide conferences to highlight institutional initiatives and meetings of ALC	16,000
9. Miscellaneous printing, supplies, website, etc.	<u>9,000</u>

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Total

\$300,000

Change Group: A	Change Type: A	Change No: 12	Priority: 12
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Base Operating and Cash Carryover - \$276,862 GF, \$155,931 SF

Transfer 2007-09 general fund operating carryover (\$276,862) from line 79 to line 81, and include in 2009-11 base operations. Special fund carryover (\$107,344) is eliminated, as well as cash carryover in the SITS pool (\$9,231) and PSEP (\$39,356).

Change Group: A	Change Type: A	Change No: 13	Priority: 13
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Reduce Professional Liability Insurance - \$300,000

The 2011-13 biennial budget request includes a reduction in the professional liability insurance of \$300,000, from \$1.1 million to \$800,000. The fund is used to pay for the professional liability premiums required for UND School of Medicine and Health Sciences (SMHS) faculty, post-graduate residents, and students as well as other NDUS programs requiring such coverage. In addition, an annual amount \$25,000 is allocated for HIPPA related costs at UND for partial support for an attorney hired (effective June 15, 2009) by the UND Office of Legal Counsel. Half of the appropriation is allocated to the SMHS each year of the biennium, and all deposits and expenditures related to this insurance are in a special fund at SMHS. The following summary of the fund was provided by SMHS, June 2010:

The June 30, 2009 equity balance in the fund was \$1,355,018.23.

*Revenues: In FY10 a total of \$742,723.18 has been deposited into the fund. Included in these deposits is \$168,196.78 received from HCIS Insurance for profit sharing. HCIS Insurance computes the profit sharing formula every three years, the last profit sharing was received in FY07.

*Expenditures: The premiums paid to date for FY10 has been \$379,172.00.

*Equity Balance: The June 30, 2010 equity balance in the fund is estimated at \$1,700,000. This amount will be carried forward to FY11 for use, exclusively, to fund liability insurance premiums, HIPPA and possible deductible payments resulting from liability incidents.

*The FY11 budget includes revenues of \$560,000 and off-setting expenses of \$515,000. The FY11 insurance carrier will be selected by North Dakota Risk Management Agency. The FY11 expenditure budget will be adjusted to reflect the renewal premium costs.

If expenses remain fairly consistent for premiums and the HIPPA-related costs at UND, and there isn't an increase in claims, their expenses for 11-13 are estimated at \$400,000-\$450,000 per year. The requested appropriation of \$800,000 would cover these costs in 11-13, leaving an estimated balance in the fund of \$1.7 million. The insurance market, like all financial markets, is volatile and unpredictable, and the future costs for liability insurance are unknown...the costs have been prone to skyrocket at times. In addition, the SMHS does have some additional risks, besides the costs of the insurance (\$100,000 deductible per risk management loss, with a \$300,000 annual limit on the deductible). It wouldn't take long to use the fund balance with a few claims. The reduced request of \$800,000 takes into account uncertainties in the insurance market, no projected profit sharing in the next biennium and the need for a healthy reserve to handle possible deductible payments. Based on claims history and the projected fund balance of \$1.7 million, NDUS legal counsel and the SMHS intend to engage in discussions with Risk Management regarding future funding.

Change Group: A	Change Type: A	Change No: 14	Priority: 14
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2009-11 Adjusted FTE

Per SB2003 (Section 20), "the state board of higher education is authorized to adjust full-time equivalent positions as needed, subject to the availability of funds, for institutions and entities under its control. The university system shall report any adjustments to the office of management and budget before the submission of the 2011-13 biennium budget request," and this schedule has been sent to OMB. The 2009-11 adjusted fte (23.3) includes the addition of 2 fte (an attorney and financial aid position) in the NDUS Office, approved by the SBHE as part of the FY2010 annual budget, and funded within the System Governance line. The attorney position was

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added to assist the NDUS office to meet increased demands for contract drafting and review and permit some time for training (for example, on HR issues, hiring processes, ADA, etc.) of campus employees and more involvement in HR issues. This position serves nine of the eleven campuses, excluding UND and NDSU, who have their own legal counsel. The new financial aid position, along with a change to an existing support position, has provided two added full-time positions to assist with implementation of the expanded State Grant Program (program funding increased from \$6.5 million to \$19.3 million and number of grants increased from about 4,200 to 8,300 per year), implementation and management of the new Academic/Technical Scholarship Program (DPI estimates 2,000 eligible recipients per year or 8,000 over four years), passed by the 2009 Legislative Assembly, and management of other financial aid programs.

Change Group: A	Change Type: D	Change No: 21	Priority: 1
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Mental Health Services - \$156,000

The Student Mental Health Services Task Force was charged to identify the critical issues related to student mental health, determine the mental health services currently available on each of the NDUS campuses, assess the capacity and effectiveness of the campuses to meet the mental health needs of students and make recommendations to the Chancellor on how to improve services where necessary. A number of recommendations were included in their final report, December 2009, including their #1 recommendation that each campus should have a minimum of one full-time, licensed mental health counselor on staff (described in budget change code AA8). In addition, the following recommendations (**totaling \$156,000**) were included in the report, and are requested as one-time funding in the budget request:

1. The System should provide ongoing training on student mental health issues for campus mental health providers, as well as more general training for faculty, staff and students. The creation of a "North Dakota College Mental Health" website that would contain information about each campus and the mental health services available, best practice information for mental health providers and information for the general public (e.g. parents, students, etc). **Estimated cost \$4,000**
2. Ongoing training through WICHE was not part of the original recommendations, but a request was made to consider one of two training options that WICHE has to offer (i.e. Mental Health First Aid and the Integrated/Collaborative Models of Depression and Anxiety Treatment). Because NDSU is currently participating in a research study related to Mental Health First Aid, sponsored by WICHE, and the rest of the System schools should be eligible to take part in the second year of the study, contracting for Mental Health First Aid training would not seem to be a cost-effective use of funds. Training campus health centers and counseling centers in the Integrated/Collaborative Models of Depression and Anxiety Treatment would seem to be the better option of the two offerings. Having campus health and counseling centers similarly trained and working together would certainly be a benefit for our students. **WICHE's estimate of cost to train system schools in this model is \$125,000.**
3. The System should create state-wide guidelines for the creation, training and functioning of students of concern committees/behavioral intervention teams. All campuses should have such a team. Other than individuals' time, there are no costs anticipated with the creation and functioning of students of concern committees/behavioral intervention teams. It is recommended that system-wide training be scheduled for such teams, with an **estimated cost of \$13,000** for two day behavioral intervention team training. Estimate from the National Center for Higher Education Risk Management (NCHERM).
4. The System should develop a program that consistently collects data on the mental health of students and their use of mental health providers on and off campus. It is proposed that the System complete the National College Health Assessment and the CORE Alcohol and Other Drug Survey on alternate years. Current costs for use of the National College Health Assessment, based on the use of web-based administration and based on 100% of students surveyed, are **estimated at \$14,000.**

Change Group: A	Change Type: D	Change No: 22	Priority: 2
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Comprehensive Career Planning - \$600,000

Three factors are combining to create the "perfect storm" for North Dakota's workforce. A robust state economy is resulting in workforce shortages developing across many professions and in every region of the state. This is particularly true for the energy and information technology workforces, but the workforce situation has become a

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statewide concern. A large proportion of the state's stable long-term workforce is currently composed of baby boomers who will be retiring in large numbers in the next decade. These retirements will create workforce vacancies at an unprecedented rate. Finally, with a 31% decline in the number of high school graduates between 2000 and 2015, the North Dakota education to workforce pipeline will necessarily need to become much more efficient – producing a higher percentage of academically prepared graduates who are well informed on current workforce opportunities. Together these issues create a major statewide challenge meriting a focused statewide response. For example, according to Job Service North Dakota and ACT data, 7% of the projected job openings in the state are related to information technology but only 3% of high school students are interested in information technology careers. Of the 3% of students interested, fewer than one third are academically prepared for information technology careers. Addressing these issues will require a concerted P-20 academic and career planning effort in partnership with employers in the state. This proposal describes the resources required to meet higher education workforce preparation responsibilities and to complement existing and proposed K-12 career development efforts.

As documented in the NDUS system Accountability Measures Report, the eleven NDUS institutions provide excellent education opportunities to students as measured by student performance on nationally administered examinations. The NDUS FINDET report documents that well over one half of system graduates are employed in the state one year after graduation. Given the growing workforce challenge described above, however, more students must enter higher education aware of, and academically prepared for, evolving career opportunities. Each partner agency (CTE, DPI, ESPB, and NDUS) will focus on its career planning responsibilities with the overall comprehensive multi-agency effort coordinated through a statewide advisory committee. As partner agencies implement career planning, including the related academic planning for K-12 students, their efforts must flow seamlessly into students' post-secondary experiences since a clear majority of careers will require at least some post-secondary education. The higher education component of a state comprehensive career plan will continue to systematically connect more than 45,000 NDUS students to the most current career information and opportunities using a multi-faceted approach. This career planning effort will complement the excellent academic preparation provided to NDUS students.

A more specific plan for the use of the \$600,000 one-time funds will be developed in Fall 2010.

Change Group: A	Change Type: D	Change No: 23	Priority: 3
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Technology Infrastructure - \$3,200,000

If the NDUS is to be efficient and effective in collaboration, sharing of resources, leveraging training and support, the IT strategic plan should be advanced not only at the System level but also to the institutions. These one-time funds will be used to enhance efficiency, foster collaboration and student success. All constituents benefit through use of consistent wireless technologies, network and communications equipment, messaging systems, consist approach to learning management systems, document management, content repositories, information sharing and student services. The **\$3.2 million pool in one-time funding** will allow for System-wide upgrades or allow institutions to request matching funds through the CIO to assist in updating or upgrading their core technologies in line with the System IT Strategic Plan and to adapt as standards change.

A review and approval process will be established to ensure clarity and accountability for the use of the pool funds. All expenditures will be tracked and reported for transparency in use both at the System level and to the appropriate legislative committees

Change Group: A	Change Type: D	Change No: 24	Priority: 4
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Emergency Preparedness and Security - \$2,000,000

This one-time funding, totaling \$2 million, would address building and infrastructure improvements to enhance security and emergency preparedness for students, faculty and staff. Examples of where the funds would be used to update facilities with safety upgrades, include: keyless card entry, fire alarms, public announcement systems, cameras, building alarms, improved lighting, phone system upgrades to include a phone in each room, emergency power upgrades, etc.

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During the 2009-11 biennium, SB2003 included \$750,000 in base state general funds in a pools in the NDUS Office budget for security and emergency preparedness. The funds were allocated to the 11 campuses, and examples of the use of the funds include: installation of security cameras, access control systems, operational expenses relating to the Notifind system, costs associated with preparing and reviewing emergency preparedness plans, siren/loud speaker systems, part-time security and others.

Change Group: A	Change Type: D	Change No: 25	Priority: 5
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Capital and Infrastructure Emergency Contingency Fund - \$2,500,000

This pool of funds, totaling \$2.5 million, would be allocated to address emergency needs related to capital facilities and infrastructure. Examples of where a fund of this nature could have recently been used include the Minard Hall collapse at NDSU and VCSU Osmon Fieldhouse structural deficiencies.

Change Group: A	Change Type: F	Change No: 1	Priority: 1
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Remove Funding for Cap Bond Pmts - \$11,296,798 GF and \$717,250 SF

To remove 2009-11 appropriation authority for bond payments for state general fund obligation bonds issued through the Industrial Commission (\$11,296,798 GF; \$717,250 SF)

Change Group: R	Change Type: A	Change No: 1	Priority:
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Recommended Parity

- Approves 2009-11 second year salary increase
- Adjusts health insurance to actual costs
- Provides for 3% annual salary increases for the 2011-13 biennium
- Removes operating inflation increase, which is consistent with other state agency budgets
- Approves utility increases as requested for inflation and new buildings

Change Group: R	Change Type: A	Change No: 2	Priority:
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Retirement Contribution

Adjusts for the recommended 3% annual salary increase

Change Group: R	Change Type: A	Change No: 3	Priority:
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Affordability

Provides funding to freeze tuition at the two-year campuses and limit tuition increases to up to 2.5% per year at four-year campuses

Change Group: R	Change Type: A	Change No: 4	Priority:
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Completion-Based Funding

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Approves \$5.0 million to be distributed to campuses based upon a program completion formula to be developed by the State Board of Higher Education

Change Group: R	Change Type: A	Change No: 5	Priority:
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Technology Infrastructure Pool

Funding was not included in the Executive Recommendation

Change Group: R	Change Type: A	Change No: 6	Priority:
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Connect ND Database

Provides \$616,000 for the operating costs related to splitting the Connect ND system into separate databases for higher education and the Office of Management and Budget

Change Group: R	Change Type: A	Change No: 7	Priority:
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Program Start-Up Pool

Provides \$1.0 million as a pool to be distributed to campuses to start new or expand academic and technical programs

Change Group: R	Change Type: A	Change No: 8	Priority:
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Funding Source Change - Student Loan Trust

Provides \$1.1 million from the general fund to fund the Kansas State University veterinary medicine program and the Connect ND positions currently funded from the student loan trust fund

Change Group: R	Change Type: A	Change No: 9	Priority:
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Facilities Project Management Position

Funding was not included in the Executive Recommendation

Change Group: R	Change Type: A	Change No: 10	Priority:
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Student Mental Health Services

Provides for a minimum of one full-time mental health counselor at each campus

Change Group: R	Change Type: A	Change No: 11	Priority:
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Bismarck Higher Education Center Operating Costs

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Funding was not included in the Executive Recommendation

Change Group: R	Change Type: A	Change No: 12	Priority:
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EPSCOR

Approves an increase of \$1.65 million from the general fund to match available federal funds

Change Group: R	Change Type: A	Change No: 13	Priority:
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Liability Insurance Reduction

Reduced to match actual costs

Change Group: R	Change Type: A	Change No: 14	Priority:
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Career & Technical Education and Academic Scholarships

- Recommends funding the program on a continuing basis from the land and minerals trust fund
- Removes \$3.0 million general fund in the base budget

Change Group: R	Change Type: A	Change No: 15	Priority:
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Indian Scholarship Program

- Increases funding by \$192,975

Change Group: R	Change Type: A	Change No: 16	Priority:
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Adult Learning Financial Aid

- Funding was not included in the Executive Recommendation

Change Group: R	Change Type: A	Change No: 17	Priority:
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Tribally Controlled Community Colleges

- Provides an additional \$1.0 million from the permanent oil tax trust fund for non-beneficiary students

Change Group: R	Change Type: A	Change No: 18	Priority:
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BUDGET CHANGES NARRATIVE**215 ND University System****Bill#: HB1003****Date:** 01/13/2011**Time:** 11:09:26

Higher Ed FTE

Per section 20 of 2009 Senate Bill 2003 the State Board of Higher Education is authorized to adjust full-time equivalent positions as needed, subject to the availability of funds, for institutions and entities under its control. FTE do not require approval in the executive budget.

Change Group: R	Change Type: B	Change No: 1	Priority:
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Student Mental Health Services

- Provides a one-time, general fund appropriation of \$156,000 for campus-wide mental health software and training